

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL MEMORANDUM**

**HB 352 – SB 529**

April 2, 2009

**SUMMARY OF AMENDMENT (005817):** Authorizes a state, teacher, or local government retiree to return to work without suspension of Tennessee Consolidated Retirement (TCRS) benefits provided that the following conditions are met: 1) retired at least 12 months; 2) return to work to a different employer; 3) TCRS benefit reduced to 70 percent during the period of re-employment, and 4) no additional retirement credit accumulated in TCRS.

**FISCAL IMPACT OF ORIGINAL BILL:**

Increase State Expenditures - \$10,047,100/Annual Amortized Cost  
Increase Federal/Other Expenditures - \$1,637,200/Annual  
Amortized Cost  
Increase Local Expenditures –  
Exceeds \$3,423,600/Annual Amortized Cost\*  
Exceeds \$5,000,000/Permissive

\*Article II, Section 24 of the Tennessee Constitution provides that: *no law of general application shall impose increased expenditure requirements on cities or counties unless the General Assembly shall provide that the state share in the cost.*

**FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:**

**Increase State Expenditures – Not Significant**

**Increase Local Expenditures – Not Significant**

Assumptions applied to amendment:

- According to the TCRS, any costs to administer the provisions of this bill will be not significant.
- According to the TCRS, any changes in liability on the retirement system to state and local governments from the provisions of this bill will be not significant.

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**CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is fluid and cursive, with the first name "James" and last name "White" clearly legible, and "W." in the middle.

James W. White, Executive Director

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